

County of Chesterfield, Virginia
Notes to Schedule of Expenditures
of Federal Awards
For the Year Ended June 30, 2005

1. General

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of all Federal assistance programs of the primary government and the School Board.

2. Basis of Accounting

The accompanying Schedule is presented using the modified accrual basis of accounting for governmental funds and the accrual basis of accounting for proprietary funds, which are described in Note 1 to the reporting entity basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

3. Relationship to Financial Statements

Federal expenditures are reported in the reporting entity basic financial statements as follows:

<u>Fund</u>	<u>Federal Expenditures</u>
<u>Primary Government</u>	
Governmental Activities	
General Fund	\$ 9,601,004
Non-major Grants Fund	<u>7,490,566</u>
Total Governmental Activities	17,091,570
Business-type Activities	
Water Fund	270,479
Wastewater Fund	1,883,843
Non-major - Airport Fund	<u>150,510</u>
Total Business-type Activities	<u>2,304,832</u>
Total Primary Government	19,396,402
<u>Component Unit</u>	
Governmental Activities	
School Operating Fund	<u>23,175,101</u>
Total	<u>\$ 42,571,503</u>

4. Sub-recipient payments

The total amount pass-through entities received during the fiscal year was \$610,411 from the Community Development Block Grant.